																		Current Prior Year										
			June-07 Allocation Returns-Quarter Returns-Month				March-07 Allocation Returns-Quarter				December-06 Allocation Returns-Quarter					September-06 Allocation Returns-Quart				S	FYT Retur	FY06 Returns		3 Years Ende 6/30/2007		5 Years Ended 6/30/2006		
	Market Value	Actual		Gross	Net	Gross Net	Market Value	Actual F		Gross	Net	Market Value	Actual I		Gross	Net	Market Value	Actual		Gross	Net		Net	Gross	Net	Gross Ne		o/30/2006 oss Net
LARGE CAP DOMESTIC EQUITY Structured Growth Los Angeles Capital	22,285,661	1.6%	1.5%	7.57%	7 52%	-1.42% -1.44%	20.725.249	1.5%	1.5%	3.91%	3.86%	20.929.864	1.5%	1.5%	7.45%	7.40%	19.450.087	1.5%	1.5%	1.66%	1 60%	22.11%	21 84%	11.36%	11 12%	13.59% 13.3	504	N/A N/A
Total Structured Growth	22,285,661	1.6%	1.5%	7.57%	7.52%	-1.42% -1.44%	20,725,249	1.5%	1.5%	3.91%	3.86%	20,929,864	1.5%	1.5%	7.45%	7.40%	19,450,087	1.5%	1.5%	1.66%	1.60%	22.11%	21.84%	11.36%	11.12%	13.59% 13.3	5% 11.1	19% 10.94%
Russell 1000 Growth				6.86%	6.86%	-1.49% -1.49%				1.19%	1.19%				5.93%	5.93%				3.94%	3.94%	19.04%	19.04%	6.12%	6.12%	8.70% 8.70	9.2	28% 9.28%
Structured Value LSV	22 004 000	1.6%	1.5%	6.69%	C F00/	-2.30% -2.33%	20 627 400	4 50/	1.5%	2.47%	2.38%	22.455.005	4 70/	4 50/	8.20%	8.10%	24 424 242	4.00/	4 50/	F 049/	4.040/	24 249/	22 770/	45 540/	45.05%	19.46% 19.0	20/ 47/	00% 16.55%
Russell 1000 Value	22,001,690	1.6%	1.5%	4.93%		-2.30% -2.33% -2.34% -2.34%	20,637,100	1.5%	1.5%	1.24%	1.24%	23,166,906	1.7%	1.5%	8.20%	8.00%	21,431,212	1.6%	1.5%	5.01% 6.22%		24.21% 21.87%		15.51% 12.10%		19.46% 19.0 15.93% 15.93		31% 13.31%
Russell 1000 Enhanced Index																											.,.	
Los Angeles Capital	44,429,935	3.2%	3.0%	6.88%		-1.88% -1.90%	41,588,101	3.0%	3.0%	1.70%	1.65%	43,899,259	3.2%	3.0%	7.73%	7.67%	38,796,327	2.9%	3.0%			21.51%		11.83%		13.70% 13.4		N/A N/A
Russell 1000				5.90%	5.90%	-1.91% -1.91%				1.21%	1.21%				6.95%	6.95%				5.06%	5.06%	20.43%	20.43%	9.08%	9.08%	12.34% 12.3	1%	N/A N/A
S&P 500 Enhanced Index Westridge S&P 500	47,417,885	3.5%	3.0%	6.49% 6.28%		-1.59% -1.62% -1.66% -1.66%	44,560,393	3.2%	3.0%	0.82% 0.64%	0.74% 0.64%	44,231,344	3.3%	3.0%	6.93% 6.70%	6.85% 6.70%	41,427,217	3.1%	3.0%	5.82% 5.67%		21.48% 20.59%		9.07% 8.63%	8.77% 8.63%	12.30% 11.9 11.68% 11.6		N/A N/A
130/30																												
State Street Total 130/30	13,706,282 13,706,282	1.0%	1.0%	5.68% 5.68%	5.47%	-1.73% -1.80% -1.73% -1.80%	12,974,346 12,974,346	0.9%	1.0%	1.62% 1.62%	1.42%	15,546,008 15.546,008	1.1%	1 0%	8.06% 8.06%	7.85% 7.85%	14,391,212 14.391,212	1.1%	1.0%	5.80% 5.80%	5.59%	22.77% 22.77%		9.60%	9.51%	12.69% 12.3 12.69% 12.3		31% 11.08% 31% 11.08%
S&P 500	13,700,202	1.0%	1.076	6.28%	6.28%	-1.66% -1.66%	12,574,340	0.5%	1.0 /6	0.64%	0.64%	13,340,008	1.170	1.0%	6.70%	6.70%	14,391,212	1.170	1.0%	5.67%	5.67%	20.59%		8.63%	8.63%	11.68% 11.6		71% 10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	149,841,453	10.9%	10.1%	6.72%	6.64%	-1.77% -1.79%	140,485,189	10.2%	10.1%	1.85%	1.77%	147,773,381	10.9%	10.1%	7.56%	7.48%	135,496,055	10.2%	10.2%	4.57%	4.47%	22.25%	21.86%	11.24%	10.95%	14.08% 13.7	5% 12.4	47% 12.22%
S&P 500	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			6.28%	6.28%	-1.66% -1.66%	, , , , ,			0.64%	0.64%	, ,,,,			6.70%	6.70%	,,			5.67%	5.67%	20.59%	20.59%	8.63%	8.63%	11.68% 11.6	3% 10.7	71% 10.71%
SMALL CAP DOMESTIC EQUITY Manager-of-Managers SEI	50,364,813	2 70/	3.4%	6.49%	£ 200/	-1.22% -1.29%	47.328.912	2.49/	3.4%	2.61%	2.41%	49.228.620	3.6%	3.4%	9.01%	8.80%	45.187.592	3.4%	3.4%	0.17%	-0.03%	19.32%	10 200/	14.39%	12 500/	14.58% 13.7	no/ 15 '	22% 14.37%
Russell 2000 + 200bp	50,364,613	3.1%	3.4%	4.94%		-1.22% -1.29% -1.30% -1.30%	47,320,912	3.4%	3.4%	2.45%	2.41%	49,220,620	3.0%	3.4%	9.43%	9.43%	45,167,592	3.4%	3.4%	0.17%	0.94%	18.76%		16.86%		15.72% 15.7		16% 16.16%
TOTAL SMALL CAP DOMESTIC EQUITY	50,364,813	3.7%	3.4%	6.49%	6.28%	-1.22% -1.29%	47,328,912	3.4%	3.4%	2.61%	2.41%	49,228,620	3.6%	3.4%	9.01%	8.80%	45,187,592	3.4%	3.4%	0.17%	-0.03%	19.32%	18.39%	14.39%	13.58%	14.58% 13.7	0% 15.2	22% 14.37%
Russell 2000				4.42%	4.42%	-1.46% -1.46%				1.95%	1.95%				8.90%	8.90%				0.44%	0.44%	16.44%	16.44%	14.58%	14.58%	13.45% 13.4	13.8	38% 13.88%
INTERNATIONAL EQUITY Large Cap - Active																												
Capital Guardian	49,488,087 47,006,758	3.6%	3.1%	7.45% 6.41%	7.29% 6.28%	0.04% -0.01%	46,102,528 44,197,633	3.3%	3.1%	3.22% 5.21%	3.07% 5.08%	44,784,189 44.502.501	3.3%	3.1%	8.65% 10.76%	8.50% 10.63%	41,217,235 40,223,984	3.1%	3.1%	5.15% 6.35%		26.71% 31.87%				21.84% 21.1 N/A		49% 14.89% N/A N/A
Total Large Cap - Active	96,494,845	7.0%	6.2%	6.94%	6.80%	0.18% 0.14%	90,300,161	6.5%	6.2%	4.20%	4.06%	89,286,690	6.6%	6.2%	9.69%	9.55%	81,441,219	6.2%	6.2%	5.74%	5.60%	29.24%	28.57%	28.21%	27.66%	23.57% 22.9	5% 18.8	89% 18.43%
MSCI EAFE - 50% Hedged				6.69%	6.69%	0.04% 0.04%				4.03%	4.03%				9.06%	9.06%				4.87%	4.87%	26.94%	26.94%	26.72%	26.72%	22.55% 22.5	15.7	71% 15.71%
Small Cap - Value Lazard	11,488,018	0.8%	0.8%	2.53%	2 249/	-1.83% -1.90%	11.229.168	0.00/	0.8%	2 CON	2.39%	10.970.318	0.00/	0.00/	14.92%	44 000/	9.568.323	0.79/	0.8%	0.92%	0.71%	22.00%	24 020/	24 570/	22.050/	21.90% 20.9	20/	N/A N/A
Citigroup Broad Market Index < \$2BN	11,400,010	0.8%	0.6%	6.19%		0.30% 0.30%	11,229,100	0.6%	0.6%	7.05%	7.05%	10,970,318	0.6%	0.6%		11.41%	9,566,323	0.7%	0.6%	1.53%		28.58%				26.34% 26.3		N/A N/A
Small Cap - Growth																												
Vanguard	10,962,132	0.8%	0.8%	5.32%		-1.13% -1.17%	11,858,642	0.9%	0.8%	6.71%	6.59%	11,125,715	0.8%	0.8%	12.75%		9,878,804	0.7%	0.8%	3.84%	3.73%					28.73% 28.0		N/A N/A
Citigroup Broad Market Index < \$2BN	440.044.005	0.7707	===	6.19%	6.19%	0.30% 0.30%	440.007.074	0.00/	===	7.05%	7.05%	444.000.7700	0.007	7 00/		11.41%	400 000 040	7.00/	= 00/	1.53%		28.58% . 28.72%		29.28%		26.34% 26.3		N/A N/A
TOTAL INTERNATIONAL EQUITY MSCI EAFE - 50% Hedged	118,944,995	8.7%	7.7%	6.33% 6.69%	6.19% 6.69%	-0.15% -0.20% 0.04% 0.04%	113,387,971	8.2%	7.7%	4.30% 4.03%	4.15% 4.03%	111,382,723	8.2%	7.8%	10.48% 9.06%	9.06%	100,888,346	7.6%	7.8%	5.05% 4.87%	4.91% 4.87%	26.94%				24.09% 23.4 22.55% 22.5		79% 17.15% 71% 15.71%
DOMESTIC FIXED INCOME Core Bond																												
Western Asset	192,914,900	14.1%	15.1%			-0.78% -0.80%	192,594,818	13.9%	14.9%	1.66%		230,358,056	17.0%	16.9%	2.07%		225,783,771	17.1%	17.0%					-0.70%		4.65% 4.4		85% 5.64%
Lehman Aggregate				-0.52%	-0.52%	-0.30% -0.30%				1.50%	1.50%				1.24%	1.24%				3.81%	3.81%	6.12%	6.12%	-0.81%	-0.81%	3.98% 3.9	3% 4.4	18% 4.48%
Mortgage Backed	54.434.423	4.0%	3.9%	-0.63%	0.000/	-0.27% -0.29%	53,793,151	2.00/	3.9%	N/A	N/A		0.0%	0.0%	N/A	N/A		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A I	I/A	N/A N/A
Hyperion Lehman Global Aggregate (US Securitized F		4.076	3.5/6	-0.45%		-0.36% -0.36%	33,793,131	3.370	3.9 /6	1.89%	1.89%	•	0.076	0.0 /8	N/A	NA	•	0.0 %	0.076	N/A	IVA	N/A	N/A	IVA	N/A	IN/A I	W.A.	N/A N/A
Core Plus/Enhanced	,																											
Clifton Group	53,149,174	3.9%	3.9%	-0.52%	0.0-70	-0.15% -0.15%	53,428,998	3.9%	3.9%	1.91%	1.91%	52,425,291	3.9%	3.9%	0.66%	0.66%	52,079,496	3.9%	3.9%	3.40%	3.40%	5.52%		N/A	N/A			N/A N/A
Prudential Total Core Plus/Enhanced	53,062,584 106,211,758	3.9% 7.8%	3.9% 7.8%	-0.45% -0.48%	0.0170	-0.69% -0.71% -0.42% -0.43%	53,280,161 106,709,159	3.9% 7.7%	3.9% 7.8%	1.56%	1.50% 1.70%	52,498,102 104,923,393	3.9% 7.7%	3.9% 7.8%	1.96% 1.31%	1.89% 1.27%	51,498,140 103,577,636	3.9% 7.8%	3.9% 7.8%	N/A 3.40%	N/A 3.40%	N/A 6.05%	N/A 5.95%	N/A N/A	N/A N/A			N/A N/A N/A N/A
Lehman Aggregate	100,211,750	7.076	7.070	-0.48%		-0.42% -0.43% -0.30% -0.30%	100,709,139	1.170	1.070	1.50%	1.50%	104,323,333	1.1 /0	7.076	1.24%	1.21%	100,077,030	7.070	7.070	3.81%	3.81%		6.12%	INA	NA	IVA I		A N/A
Index																												
Bank of ND	94,869,641	6.9%	6.8%	-0.39%		-0.10% -0.11%	98,244,827	7.1%	7.3%	1.38%	1.37%	96,906,290	7.2%	7.4%	1.33%	1.31%	99,306,469	7.5%	7.4%	3.12%	3.10%		5.45%	-1.08%		2.98% 2.9		39% 4.32%
Total Index Lehman Gov/Credit (3)	94,869,641	6.9%	6.8%	-0.39% -0.49%		-0.10% -0.11% -0.21% -0.21%	98,244,827	7.1%	7.3%	1.38% 1.47%	1.37% 1.47%	96,906,290	7.2%	7.4%	1.33% 1.04%	1.31% 1.04%	99,306,469	7.5%	7.4%	3.12% 3.91%	3.10% 3.91%		5.45% 6.00%	-0.96% -1.52%	-1.02% -1.52%	3.01% 2.8 3.04% 3.0-		25% 4.10% 35% 4.35%
BBB Average Quality											,5					2.,0												
Wells Capital (formerly Strong)	191,026,449	14.0%	15.1%	-0.27%		-0.31% -0.33%	191,276,953	13.8%	14.9%	1.80%	1.74%	229,700,573	17.0%	16.9%	1.81%	1.75%	225,722,804	17.0%	17.0%	4.65%	4.60%	8.16%	7.93%		-2.11%	5.09% 4.8		82% 6.59%
Lehman US Credit Baa				-0.66%		-0.63% -0.63%				1.79%	1.79%				1.49%	1.49%				4.80%	4.80%		7.54%		-2.37%	4.47% 4.4		59% 6.59%
TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (4)	639,457,171	46.7%	48.8%	-0.53% -0.52%		-0.44% -0.45% -0.30% -0.30%	642,618,908	46.5%	48.7%	1.62% 1.50%	1.57% 1.50%	661,888,312	48.9%	49.0%	1.75% 1.24%	1.70% 1.24%	654,390,680	49.4%	49.2%	4.33% 3.81%	4.28% 3.81%		7.11% 6.12%	-1.19% -0.81%	-1.35% -0.81%	4.12% 4.0 4.13% 4.13		57% 5.43% 37% 4.87%
TREASURY INFLATION PROTECTED SEC	URITIES (TIPS)																											
Northern Trust Global Investments	139,781,162 137,859,508	10.2%	10.2%			-0.15% -0.15%	136,789,903	9.9%	10.2%	2.43%	2.42%	133,563,764	9.9%	10.2%	-1.25%		135,265,251	10.2%	10.3%	3.52%	3.51%		3.93%	-1.49%		3.83% 3.7 3.43% 3.4		N/A N/A
Western TOTAL TIPS	137,859,508 277,640,670	10.1% 20.3%	10.2% 20.3%	-1.92% -1.31%	-1.95% -1.33%	-1.07% -1.08% -0.61% -0.62%	140,039,975 276,829,878	10.1% 20.0%	10.2% 20.3%	2.50% 2.46%	2.47% 2.44%	134,313,292 267,877,056	9.9% 19.8%	10.2% 20.5%	-0.90% -1.07%	-0.92% -1.09%	135,529,802 270,795,053	10.2% 20.5%	10.3% 20.5%	3.85% 3.68%	3.82% 3.66%	3.46% 3.72%	3.35% 3.64%	-1.94% -1.72%	-1.94%	3.43% 3.4 3.63% 3.5		N/A N/A
LB US TIPS Index	,0.0,070			-0.76%		-0.15% -0.15%	,020,070			2.51%	2.51%				-1.29%	-1.29%				3.63%	3.63%		4.07%		-1.64%	3.96% 3.9		N/A N/A
REAL ESTATE																												
JP Morgan	84,968,543	6.2%	5.5%	10.71%	10.34%	6.84% 6.72%	77,046,741	5.6%	5.5%	4.88%	4.52%	73,717,198	5.4%	5.6%	0.37%	0.02%	75,452,197	5.7%	5.6%	0.92%	0.57%	17.61%	16.00%	N/A	N/A	N/A M	VA .	N/A N/A
NCREIF Total Index	.,,540			4.59%	4.59%	1.51% 1.51%	,,. ,,			3.62%	3.62%	.,,			4.51%	4.51%	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			3.51%	3.51%	17.24%		18.23%	18.23%	17.14% 17.1		N/A N/A
CASH EQUIVALENTS																												
Bank of ND	47,786,647	3.5%	4.1%	1.28%	1.28%	0.41% 0.41%	83,788,280	6.1%	4.2%	1.32%	1.32%	42,537,263	3.1%	3.6%	1.32%		41,880,350	3.2%	3.3%	1.35%	1.35%		5.36%	4.50%		4.10% 4.1		00% 3.00%
90 Day T-Bill TOTAL INSURANCE TRUST	1.369.004.292	100 00/	100.00/	1.27% 1.58%	1.27%	0.39% 0.39% -0.16% -0.18%	1.381.485.879	100 00/	100.00/	1.25% 2.24%	1.25% 2.17%	1,354,404,553	100.00/	100 00/	1.26% 2.61%	1.26% 2.54%	1.324.090.273	100 00/	100 00/	1.33% 3.80%	1.33%		5.21%	4.00% 3.82%	4.00%	3.78% 3.78 7.25% 7.0		76% 2.76% 01% 7.78 %
POLICY TARGET BENCHMARK	1,369,004,292	100.0%	100.0%	1.58%		-0.16% -0.18% -0.29% -0.29%	1,361,485,879	100.0%	100.0%	1.95%	2.17% 1.95%	1,354,404,553	100.0%	100.0%	2.61%	2.54%	1,324,090,273	100.0%	100.0%	3.80% 3.82%	3.72%		9.56%		3.61%	7.25% 7.0 7.10% 7.10		01% 7.78% 14% 7.44%
																/0					J. J. J.					/.//		

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations. (2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index (3) From April 1, 2004, through June 93, 2005, the benchmark was the LB Intermediate Govt/Credit index. (4) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.